

ND ASSOCIATION OF COUNTIES - PROGRAM SAVINGS FUND
INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2004

	September-04					August-04				July-04				Current	Prior Year	3 Years	5 Years
	Allocation		Quarter	Month		Allocation		Month	Allocation		Month	Current	Prior Year	3 Years	5 Years		
	Market Value	Actual		Policy	Net ROR	Net ROR	Market Value		Actual	Policy						Net ROR	Market Value
LARGE CAP DOMESTIC EQUITY																	
Structured Growth																	
Los Angeles Capital	9,473	2.9%	3.0%	-4.14%	1.34%	9,261	2.9%	3.0%	-0.39%	9,301	2.9%	3.0%	-5.03%	-4.14%	N/A	N/A	N/A
Total Structured Growth	9,473	2.9%	3.0%	-4.14%	1.34%	9,261	2.9%	3.0%	-0.39%	9,301	2.9%	3.0%	-5.03%	-4.14%	17.58%	-6.28%	N/A
Russell 1000 Growth				-5.23%	0.95%				-0.49%				-5.65%	-5.23%	17.88%	-3.74%	N/A
Structured Value																	
LSV	10,331	3.2%	3.0%	3.21%	3.01%	9,934	3.1%	3.0%	1.42%	9,792	3.1%	3.0%	-1.21%	3.21%	30.56%	9.33%	N/A
Russell 1000 Value				1.54%	1.55%				1.42%				-1.41%	1.54%	21.13%	2.96%	N/A
Russell 1000 Enhanced Index																	
LA Capital	20,181	6.2%	6.0%	-1.68%	1.72%	19,654	6.1%	6.0%	0.22%	19,620	6.1%	6.0%	-3.56%	-1.68%	N/A	N/A	N/A
Russell 1000				-1.81%	1.26%				0.49%				-3.51%	-1.81%	N/A	N/A	N/A
S&P 500 Enhanced Index																	
Westridge	19,609	6.0%	12.0%	-1.99%	0.93%	19,214	6.0%	12.0%	0.43%	19,142	6.0%	12.0%	-3.30%	-1.99%	N/A	N/A	N/A
S&P 500				-1.87%	1.08%				0.40%				-3.31%	-1.87%	N/A	N/A	N/A
Index																	
State Street	5,902			-1.88%	1.08%	5,786			0.41%	5,763			-3.32%	-1.88%	19.01%	-0.75%	N/A
Total Index	5,902	1.8%	2.0%	-1.88%	1.08%	5,786	1.8%	2.0%	0.41%	5,763	1.8%	2.0%	-3.32%	-1.88%	19.01%	-0.75%	N/A
S&P 500				-1.87%	1.08%				0.40%				-3.31%	-1.87%	19.11%	-0.70%	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	65,497	20.0%	20.0%	-1.42%	1.57%	63,849	19.8%	20.0%	0.39%	63,619	19.9%	20.0%	-3.33%	-1.42%	21.46%	0.15%	N/A
S&P 500				-1.87%	1.08%				0.40%				-3.31%	-1.87%	19.11%	-0.70%	N/A
SMALL CAP DOMESTIC EQUITY																	
Manager-of-Managers																	
SEI	33,816	10.4%	10.0%	-3.60%	5.35%	30,133	9.3%	10.0%	-1.26%	30,527	9.5%	10.0%	-7.32%	-3.60%	32.99%	5.51%	N/A
Russell 2000 + 200bp				-2.36%	4.86%				-0.35%				-6.57%	-2.36%	35.99%	7.90%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	33,816	10.4%	10.0%	-3.60%	5.35%	30,133	9.3%	10.0%	-1.26%	30,527	9.5%	10.0%	-7.32%	-3.60%	32.99%	5.54%	N/A
Russell 2000				-2.86%	4.69%				-0.51%				-6.73%	-2.86%	33.36%	6.24%	N/A
CONVERTIBLES																	
TCW	32,586	10.0%	10.0%	-4.35%	1.31%	31,165	9.7%	10.0%	-0.54%	31,367	9.8%	10.0%	-5.08%	-4.35%	17.50%	1.03%	N/A
First Boston Convertible Index				-1.05%	1.78%				-0.30%				-2.49%	-1.05%	14.16%	4.89%	N/A
INTERNATIONAL EQUITY																	
Large Cap - Active																	
Capital Guardian	25,982	8.0%	8.0%	-1.77%	1.41%	24,942	7.7%	8.0%	0.34%	24,891	7.8%	8.0%	-3.47%	-1.77%	25.36%	-0.39%	N/A
MSCI EAFE - 50% Hedged				-0.72%	2.02%				0.12%				-2.80%	-0.72%	26.98%	-1.27%	N/A
Small Cap - Value																	
Lazard	3,491	1.1%	1.0%	0.29%	2.98%	3,476	1.1%	1.0%	0.47%	3,466	1.1%	1.0%	-3.07%	0.29%	43.30%	N/A	N/A
Citigroup Broad Market Index < \$2BN				-0.82%	2.50%				1.00%				-4.20%	-0.82%	47.95%	N/A	N/A
Small Cap - Growth																	
Vanguard	3,316	1.0%	1.0%	0.49%	2.58%	3,324	1.0%	1.0%	0.81%	3,295	1.0%	1.0%	-2.82%	0.49%	44.68%	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				-0.82%	2.50%				1.00%				-4.20%	-0.82%	47.95%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	32,789	10.0%	10.0%	-1.31%	1.69%	31,742	9.8%	10.0%	0.41%	31,652	9.9%	10.0%	-3.35%	-1.31%	29.16%	1.02%	N/A
MSCI EAFE - 50% Hedged				-0.72%	2.02%				0.12%				-2.80%	-0.72%	26.98%	-1.27%	N/A
DOMESTIC FIXED INCOME																	
Core Bond																	
Western Asset	51,740	15.8%	15.0%	3.52%	0.25%	52,703	16.3%	15.0%	2.03%	51,675	16.1%	15.0%	1.20%	3.52%	2.42%	7.77%	N/A
Lehman Aggregate				3.20%	0.27%				1.91%				0.99%	3.20%	0.32%	6.35%	N/A
Index																	
Bank of ND	65,111	19.9%	22.5%	2.54%	0.16%	67,781	21.0%	22.5%	1.61%	66,704	20.8%	22.5%	0.77%	2.54%	0.07%	7.10%	N/A
Lehman Intermediate Gov/Credit (1)				2.71%	0.17%				1.67%				0.84%	2.71%	-0.05%	6.97%	N/A
BBB Average Quality																	
Strong	29,008	8.9%	7.5%	4.51%	0.70%	29,412	9.1%	7.5%	2.40%	28,716	9.0%	7.5%	1.35%	4.51%	1.18%	N/A	N/A
Lehman US Credit BAA				4.76%	0.75%				2.55%				1.40%	4.76%	1.96%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	145,858	44.6%	45.0%	3.27%	0.30%	149,896	46.5%	45.0%	1.91%	147,094	45.9%	45.0%	1.03%	3.27%	0.79%	7.00%	N/A
Lehman Gov/Credit				3.56%	0.35%				2.12%				1.06%	3.56%	-0.72%	6.73%	N/A
CASH EQUIVALENTS																	
Bank of ND	16,144	4.9%	5.0%	0.44%	0.15%	15,719	4.9%	5.0%	0.15%	15,971	5.0%	5.0%	0.14%	0.44%	1.20%	1.72%	N/A
90 Day T-Bill				0.37%	0.13%				0.12%				0.12%	0.37%	0.98%	1.71%	N/A
TOTAL NDACo PROGRAM SAVINGS	326,690	100.0%	100.0%	0.21%	1.28%	322,504	100.0%	100.0%	0.70%	320,230	100.0%	100.0%	-1.75%	0.21%	12.42%	4.59%	4.73%
POLICY TARGET BENCHMARK				0.80%	1.23%				0.97%				-1.38%	0.80%	10.55%	4.44%	4.41%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.